State of Texas Comprehensive Annual Financial Report

For the Fiscal Year Ended August 31, 2012

Table of Contents

1: INTRODUCTORY SECTION	
Letter of Transmittal	3
Certificate of Achievement	12
Elected State Officials	13
Government Structure of Texas	14
2: FINANCIAL SECTION	
Independent Auditor's Report	19
Management's Discussion and Analysis	
Management's Discussion and Analysis	23
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	38
Statement of Activities.	40
Fund Financial Statements	
Governmental Fund Financial Statements	
Balance Sheet	42
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	
Statement of Revenues, Expenditures and Changes in Fund Balances	44
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures	
and Changes in Fund Balances to the Statement of Activities	45
Proprietary Fund Financial Statements	
Statement of Net Position	
Statement of Revenues, Expenses and Changes in Net Position	
Statement of Cash Flows.	50
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Position	
Statement of Changes in Fiduciary Net Position	
Notes to Financial Statements	55
Required Supplementary Information Other Than MD&A	
Budgetary Comparison Schedule	
Modified Approach to Reporting Infrastructure Assets	
Schedules of Funding Progress	153

2: FINANCIAL SECTION (continued)

Other Supplementary Information – Combining Financial Statements and Schedules	
Governmental Funds	
Nonmajor Governmental Funds	
Combining Balance Sheet	159
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	160
Nonmajor Special Revenue Funds	
Combining Balance Sheet	162
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	163
Budgetary Comparison Schedule	164
Nonmajor Debt Service Funds	
Combining Balance Sheet	168
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	169
Nonmajor Capital Projects Funds	
Combining Balance Sheet	172
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	174
Nonmajor Permanent Funds	
Combining Balance Sheet	178
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	179
Enterprise Funds	
Nonmajor Enterprise Funds	
Combining Statement of Net Position	184
Combining Statement of Revenues, Expenses and Changes in Net Position	188
Combining Statement of Cash Flows	192
Colleges and Universities – Major Enterprise Fund	
Schedule of Net Position	198
Schedule of Revenues, Expenses and Changes in Net Position	202
Schedule of Cash Flows	206
Fiduciary Funds	
Pension and Other Employee Benefit Trust Funds	
Combining Statement of Fiduciary Net Position	214
Combining Statement of Changes in Fiduciary Net Position	216
Private-Purpose Trust Funds	
Combining Statement of Fiduciary Net Position	220
Combining Statement of Changes in Fiduciary Net Position	221
Agency Funds	
Combining Statement of Fiduciary Net Position	225
Combining Statement of Changes in Assets and Liabilities	226
Discretely Presented Component Units	
Combining Statement of Net Position	232
Combining Statement of Activities	240

3: STATISTICAL SECTION

Financial Trends Information	
Net Position by Component	249
Changes in Net Position	250
Fund Balances – Governmental Funds	254
Changes in Fund Balance – Governmental Funds	255
Revenue Capacity Information	
Taxable Sales by Industry	256
State Tax Collections and Retail Sales	257
Total Retail Sales	257
Texas Gross State Product by Industry	258
Debt Capacity Information	
Legal Debt Margin Information	259
Ratio of Outstanding Debt by Type	260
Ratio of General Bonded Debt Outstanding	261
Pledged Revenue Bond Coverage	262
Demographic and Economic Information	
Texas Nonfarm Employment Detail: Number of Jobs	264
Texas and U.S. Selected Statistics	266
Texas and U.S. Employment and Unemployment Rates	266
Operating Information	
Full-Time Equivalent Employees by Function	267
Capital Asset Statistics by Function	268
Operating Indicators by Function	269